

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2013-275-WS

IN RE: Application of Carolina Water)
Service, Inc. for adjustment of)
rates and charges and modification)
of certain terms and conditions)
for the provision of water and sewer)
service)

APPLICATION

Carolina Water Service, Inc (“Applicant” or “Company”) would respectfully show unto, and request of, the Commission as follows:

BACKGROUND

1. The Applicant is a corporation organized and existing under the laws of the State of Delaware and authorized to do business in the State of South Carolina.
2. The Applicant is a public utility, as defined by S.C. Code Ann. §58-5-10(4), providing water and sewer service to the public for compensation in certain areas of South Carolina pursuant to rates authorized by Commission Order No. 2012-31 in Docket No. 2011-47-WS.
3. All communications or inquiries regarding this Applicant should be directed as set forth below:

a. **Applicant’s Representative:**
Ms. Kirsten Markwell
Utilities, Inc
Manager Regulatory Accounting
2335 Sanders Road
Northbrook, Illinois 60062

RECEIVED
SEP 04 2013
PSC SC
MAIL / DMS

b. **Legal Counsel:**

Charles L.A. Terreni, Esquire
Terreni Law Firm, LLC
1508 Lady Street
Columbia, SC 29201
(803)771-7228
(803) 771-8778 (F)
Charles.terreni@terrenilaw.com

Scott Elliott, Esquire
Elliott & Elliott, P.A.
1508 Lady Street
Columbia, SC 29201
(803) 771-0555
(803) 771-8010 (F)
selliott@elliottlaw.us

REQUEST FOR RATE RELIEF AND RATE SCHEDULE MODIFICATIONS

4. Pursuant to S.C. Code Ann. §58-5-240 and 26 S.C. Code Ann. Regulations. RR. 103-712.4.A and 103-512.4.A, The Applicant requests that the Commission approve an increase in its monthly water and sewer service charges, in its water and sewer account set-up charges and its sewer notification fee as set forth in the eight (8) page rate schedule attached hereto and incorporated herein by this reference as Exhibit "A". Also, pursuant to 26 S.C. Code Ann. Regulations R. 103-703 and R. 103-503, the Applicant proposes to include in its tariff new charges to recover its costs of disconnecting its water and sewer customers from its facilities in certain circumstances, to recover its costs of repair of its water and sewer facilities which have been damaged by tampering, to recover its costs of pumping its customer's interceptor tanks and for the installation of certain water meters (as set forth in Exhibit "A").

SUPPORTING DOCUMENTATION

5. The Applicant proposes a test year of January 1, 2012, to December 31, 2012, and has prepared certain financial statements relating to that time period in support of the Application, which statements are attached hereto and incorporated herein by this reference as Exhibit "B", pages 1 through 12. These financial statements include the following:

- a. Balance Sheet (Schedule A)
- b. Current and pro forma income and expense statements (Schedule B),
and
- c. Rate base and resulting rate of return calculations based upon
proposed rates (Schedule C).¹

The Applicant also submits, as Exhibit "B" pages 13 through 19, the following information in support of the Application:

- d. Test year water and sewer revenue at current rates (Schedule D),
- e. Water and sewer revenues at proposed rates (Schedule E),
- f. Schedule of current and projected customers (Schedule F), and
- g. Average residential bill at present and proposed rates (Schedule G).

6. Attached hereto and incorporated herein by this reference as Exhibit "C" is the most recent approval letter from the South Carolina Department of Health and Environmental Control ("DHEC").

7. Attached hereto and incorporated herein by this reference as Exhibit "D" is the Company's current customer bill form.

¹ These calculations are for informational purposes only as Applicant will submit evidence with respect to proper returns on equity and rate base at hearing.

8. Attached hereto and incorporated herein by this reference as Exhibit "E" is evidence of the Company's most recent Gross Receipts Tax filing.

9. There is on file with this Commission and the Office of Regulatory Staff ("ORS") a performance bond given to satisfy the requirements of S.C. Code Ann. §58-5-720.

10. A map depicting Applicant's current service area is on file with the Commission and ORS.

11. The financial statements, the other documents submitted herewith, and the references to documents on file with the Commission are offered to comply with Commission Rules R.103-512.4 and R. 103-712.4 and to provide information useful to the Commission in considering the reasonableness of the proposed rate schedule.²

**NEED AND JUSTIFICATION FOR RATE RELIEF
AND RATE SCHEDULE MODIFICATIONS**

12. The Applicant submits that the proposed water and sewer rate increases are necessary to permit it to provide reasonable and adequate service to its customers. The rates proposed are also necessary to comply with standards and regulations set by DHEC and other governmental agencies which regulate the environmental aspects of Applicant's business. Applicant further submits that the proposed rates are necessary to enable it to earn a reasonable return on its investment and to attract capital for future improvements. Said rates will preserve the financial integrity of the Applicant, promote continued investment in and maintenance of its facilities, and thereby permit Applicant to continue providing reliable and high quality water and sewer services.

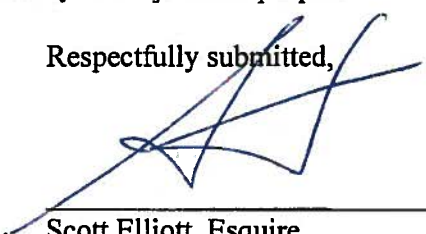
² Because Applicant utilizes a composite depreciation rate of 1 ½%, no depreciation schedule by categories of plant or average service lives exists. The Applicant will, of course, make available during the audit in this case copies of the Company's depreciation workpapers.

REQUEST FOR RATE BASE TREATMENT

13. Applicant further submits that given its substantial plant investment, and specifically the rate base reflected on Schedule C of Exhibit "B", Applicant is entitled to have the reasonableness of its proposed rates determined in accordance with the rate of return on rate base methodology. Accordingly, Applicant requests rate base treatment in this proceeding.

WHEREFORE, having fully set forth its Application, Carolina Water Service, Inc. prays that the Commission approve the rates proposed and grant to Applicant such other and further relief as the Commission may deem just and proper.

Respectfully submitted,



Scott Elliott, Esquire
Elliott & Elliott, PA
1508 Lady Street
Columbia, SC 29201
Tel.: (803)771-0555
Fax: (803) 771-8010
Selliott.elliottlaw.us

Charles L. A. Terreni, Esquire
Terreni Law Firm, LLC
1508 Lady Street
Columbia, SC 29201
Tel.: (803)771-7228
Fax: (803) 771-8778
Charles.terreni@terrenilaw.com

Attorneys for Carolina Water Service, Inc.

Columbia, South Carolina
September 4, 2013

EXHIBIT A

EXHIBIT "A"

EXHIBIT "A"
DOCKET NO. 2013-275-WS
PROPOSED RATE SCHEDULE

CAROLINA WATER SERVICE, INC.

SCHEDULE OF RATES AND CHARGES

WATER

1. Monthly Charges

Residential

Base Facilities Charge per single family
house, condominium, mobile home or
apartment unit:

\$15.06 per unit

Commodity charge:

\$4.88 per 1,000
gallons or 134 cft

Commercial

Base Facilities Charge
by meter size:

5/8" meter	\$ 15.06
1"	\$ 39.40
1.5"	\$ 78.81
2"	\$126.08
3"	\$236.42
4"	\$394.01

Commodity Charge:

\$4.88 per 1,000
gallons or 134 cft

Charges for Water Distribution Only

Where water is purchased from a government body or agency or other entity for
distribution and resale by the Utility, the following rates apply:

Residential

Base Facilities Charge per single family
house, condominium, mobile home
or apartment unit:

\$15.06 per unit

EXHIBIT "A"

Commodity charge: \$2.79 per 1,000
gallons or 134 cft

Commercial

Base Facilities Charge
by meter size:

5/8" meter	\$ 15.06
1"	\$ 39.40
1.5"	\$ 78.81
2"	\$126.08
3"	\$236.42
4"	\$394.01

Commodity charge: \$2.79 per 1,000
gallons or 134 cft

The Utility will also charge for the cost of water purchased from the government body or agency, or other entity. The charges imposed or charged by the government body or agency, or other entity providing the water supply will be charged to the Utility's affected customers on a pro rata basis without markup. Where the Utility is required by regulatory authority with jurisdiction over the Utility to interconnect to the water supply system of a government body or agency or other entity and tap/connection/impact fees are imposed by that entity, such tap/connection/impact fees will also be charged to the Utility's affected customers on a pro rata basis, without markup.

Commercial customers are those not included in the residential category above and include, but are not limited to, hotels, stores, restaurants, offices, industry, etc.

The Utility will, for the convenience of the owner, bill a tenant in a multi-unit building, consisting of four or more residential units (or in such other circumstances as the law may allow from time to time), which is served by a master water meter or a single water connection. However, in such cases all arrearages must be satisfied before service will be provided to a new tenant or before interrupted service will be restored. Failure of an owner to pay for services rendered to a tenant in these circumstances may result in service interruptions.

When, because of the method of water line installation utilized by the developer or owner, it is impractical to meter each unit separately, service will be provided through a single meter, and consumption of all units will be averaged; a bill will be calculated based on that average and the result multiplied by the number of units served by a single meter.

2. Nonrecurring Charges

A) Water Service Connection (New connections only) - \$300.00 per SFE*

EXHIBIT "A"

B) Plant Impact Fee (New connections only) - \$400.00 per SFE*

C) Water Meter

All meters shall meet the Utility's standards. All residential and irrigation meters shall be installed by the Utility, unless the Utility directs otherwise, and the customer shall be billed for the actual cost of installation not to exceed \$150.00 when installed by the Utility. All other meters shall be installed by the Utility, unless the Utility directs otherwise, and the customer shall be billed for the Utility's actual cost of installation. In all cases where the developer or customer makes the installation of the meter, the customer will be billed for a one-time inspection fee of \$100.00 by the Utility. Payment of the installation fee or inspection fee shall be due upon application.

3. Account Set-Up, Disconnection, and Tampering Charges

A) Customer Account Charge - for new customers only.

B) All Areas \$30.00

C) Disconnection Charges: In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R.103-732.5, and the customer has been found to have vacated his premises or the customer has shown his intent to vacate his premises, a disconnection fee shall be due in the amount of \$40.00 and shall be due prior to the Utility reconnecting service.

D) Tampering Charge: In the event the Utility's equipment, water mains, water lines, meters, curb stops, service lines, valves or other facilities have been damaged or tampered with by a customer, the Utility may charge a \$250.00 tampering fee to the customer responsible for the damage to the Utility's facilities. The tampering fee shall be paid in full prior to the Utility re-establishing water service or continuing the provision of water service.

4. Billing Cycle

Recurring charges will be billed monthly in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.

5. Extension of Utility Service Lines and Mains

The Utility shall have no obligation at its expense to extend its utility service lines or mains in order to permit any customer to connect to its water system. However, anyone or any entity which is willing to pay all costs associated with extending an appropriately sized and constructed main or utility service line from his/her/its premises to any

EXHIBIT "A"

appropriate connection point, to pay the appropriate fees and charges set forth in this rate schedule, and comply with the guidelines and standards hereof, shall not be denied service, unless water supply is unavailable or unless the South Carolina Department of Health and Environmental Control or other government entity has restricted the Utility from adding for any reason additional customers to the serving water system. In no event will the Utility be required to construct additional water supply capacity to serve any customer or entity without an agreement acceptable to the Utility first having been reached for the payment of all costs associated with adding water supply capacity to the affected water system.

6. Cross-Connection Inspection Fee

Any customer installing, permitting to be installed, or maintaining any cross-connection between the Utility's water system and any other non-public water system, sewer or a line from any container of liquids or other substances, must install an approved back-flow prevention device in accordance with 24A S.C. Code Ann. Regs. R.61-58.7.F.2, as may be amended from time to time. Such a customer shall annually have such cross-connection inspected by a licensed certified tester and provide to Utility a copy of a written inspection report and testing results submitted by the certified tester in accordance with 24A S.C. Code Ann. Regs. R.61-58.7.F.8, as may be amended from time to time. Said report and results must be provided by the customer to the Utility no later than June 30th of each year. Should a customer subject to these requirements fail to timely provide such report and results, Utility may arrange for inspection and testing by a licensed certified tester and add the charges incurred by the Utility in that regard to the customer's next bill.

*A Single Family Equivalent (SFE) shall be determined by using the South Carolina Department of Environmental Control Guidelines for Unit Contributory Loadings for Domestic Wastewater Treatment Facilities -- 25 S.C. Code Ann. Regs. 61-67 Appendix A, as may be amended from time to time. Where applicable, such guidelines shall be used for determination of the appropriate monthly service and tap fee.

EXHIBIT "A"

SCHEDULE OF RATES AND CHARGES

SEWER

1. Monthly Charges

Residential - charge per single-family house, condominium, villa, or apartment unit:

\$51.03 per unit

Mobile Homes:

\$36.33 per unit

Commercial:

\$51.03 per SFE*

Commercial customers are those not included in the residential category above and include, but are not limited to, hotels, stores, restaurants, offices, industry, etc.

Charge for Sewer Collection Only

When sewage is collected by the Utility and transferred to a government body or agency, or other entity, for treatment, the Utility's rates are as follows:

Residential - per single-family house, condominium, or apartment unit

\$33.63 per unit

Commercial - per single-family equivalent

\$33.63 per SFE*

Charge for Wholesale Service (Midlands Utility)

\$23.63 per SFE*

The Utility will also charge for treatment services provided by the government body or agency, or other entity. The rates imposed or charged by the government body or agency, or other, entity providing treatment will be charged to the Utility's affected customers on a pro rata basis, without markup. Where the Utility is required under the terms of a 201/208 Plan, or by other regulatory authority with jurisdiction over the Utility, to interconnect to the sewage treatment system of a government body or agency or other entity and tap/connection/impact fees are imposed by that entity, such tap/connection/impact fees will be charged to the Utility's affected customers on a pro rata basis, without markup.

The Utility will, for the convenience of the owner, bill a tenant in a multi-unit building, consisting of four or more residential units (or in such other circumstances as the law may allow from time to time), which is served by a master sewer meter or a single sewer connection. However, in such cases all arrearages must be satisfied before service will be provided to a new tenant or before interrupted service will be

EXHIBIT "A"

restored. Failure of an owner to pay for services rendered to a tenant in these circumstances may result in service interruptions.

Solids Interceptor Tanks

For all customers receiving sewage collection service through an approved solids interceptor tank, the following additional charges shall apply:

A. Pumping Charge

At such time as the Utility determines through its inspection that excessive solids have accumulated at the interceptor tank, the Utility will arrange for pumping the tank, and the actual cost to the Utility for pumping the tank will be billed to the customer; the minimum pumping charge shall be \$150.00. The cost of the Utility's pumping charge will be included as a separate item in the next regular billing to the customer.

B. Pump Repair or Replacement Charge

If a separate pump is required to transport the customer's sewage from solids interceptor tank to the Utility's sewage collection system, the Utility will arrange to have this pump repaired or replaced as required and will include the cost of such repair or replacement as a separate item in the next regular billing to the customer and may be paid for over a one-year period.

C. Visual Inspection Port

In order for a customer who uses a solids interceptor tank to receive sewage service from the Utility or to continue to receive such service, the customer shall install at the customer's expense a visual inspection port which will allow for observation of the contents of the solids interceptor tank and extraction of test samples therefrom. Failure to provide such a visual inspection port after timely notice of not less than thirty (30) days shall be just cause for interruption of service until a visual inspection port has been installed.

2. Nonrecurring Charges

- | | |
|---|-------------------|
| A) Sewer Service Connection (New connection only) | \$300.00 per SFE* |
| B) Plant Capacity Fee (New connections only) | \$400.00 per SFE* |

The nonrecurring charges listed above are minimum charges and apply even if the equivalency rating of a non-residential customer is less than one (1). If the equivalency rating of a non-residential customer is greater than one (1), then the proper charge may be obtained by multiplying the equivalency rating by the appropriate fee. These charges apply and are due at the time new service is applied for, or at the time connection to the sewer system is requested.

EXHIBIT "A"

3. Notification, Account Set-Up, Disconnection, and Tampering Charges

A) Notification Fee

A fee of \$15.00 shall be charged each customer to whom the Utility mails the notice as required by the Commission Rule R. 103-535.1 prior to service being discontinued. This fee assesses a portion of the clerical and mailing costs of such notices to the customers creating the cost.

B) Customer Account Charge - for new customers only.

All Areas	\$30.00
-----------	---------

A one-time fee to defray the costs of initiating service. This charge will be waived if the customer also takes water service.

C) Disconnection Charge: In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R.103-532.4, the customer is found to have vacated his premises or the customer has shown his intent to vacate his premises, a disconnection fee in the amount of \$500.00 shall be due at the time the customer disconnects service. Where an elder valve has been previously installed, a disconnection fee of \$40.00 shall be charged.

D) Tampering Charge: In the event the Utility's equipment, sewage pipes, meters, curb stops, service lines, elder valves or other facilities have been damaged, tampered with or molested by a customer, the Utility may charge a customer in any responsible for the damage a fee of \$250.00 to repair the Utility's facilities.

4. Billing Cycle

Recurring charges will be billed monthly, in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.

5. Toxic and Pretreatment Effluent Guidelines

The Utility will not accept or treat any substance or material that has been defined by the United States Environmental Protection Agency ("EPA") or the South Carolina Department of Health and Environmental Control ("DHEC") as a toxic pollutant, hazardous waste, or hazardous substance, including pollutants falling within the provisions of 40 CFR 129.4 and 401.15. Additionally, pollutants or pollutant properties subject to 40 CFR 403.5 and 403.6 are to be processed according to the pretreatment standards applicable to such pollutants or pollutant properties, and such standards constitute the Utility's minimum pretreatment standards. Any person or entity introducing any such prohibited or untreated materials into the Utility's sewer system

EXHIBIT "A"

may have service interrupted without notice until such discharges cease, and shall be liable to the Utility for all damages and costs, including reasonable attorney's fees, incurred by the Utility as a result thereof.

6. Extension of Utility Service Lines and Mains

The Utility shall have no obligation at its expense to extend its utility service lines or mains in order to permit any customer to discharge acceptable wastewater into one of its sewer systems. However, anyone or any entity which is willing to pay all costs associated with extending an appropriately sized and constructed main or utility service line from his/her/its premises to an appropriate connection point, to pay the appropriate fees and charges set forth in this rate schedule and to comply with the guidelines and standards hereof, shall not be denied service, unless treatment capacity is unavailable or unless the South Carolina Department of Health and Environmental Control or other government entity has restricted the Utility from adding for any reason additional customers to the serving sewer system.

In no event will the Utility be required to construct additional wastewater treatment capacity to serve any customer or entity without an agreement acceptable to the Utility first having been reached for the payment of all costs associated with adding wastewater treatment capacity to the affected sewer system.

*A Single Family Equivalent (SFE) shall be determined by using the South Carolina Department of Environmental Control Guidelines for Unit Contributory Loading for Domestic Wastewater Treatment Facilities -- 25 S.C. Code Ann. Regs. 61-67 Appendix A, as may be amended from time to time. Where applicable, such guidelines shall be used for determination of the appropriate monthly service and tap fee.

EXHIBIT B

Carolina Water Service
Balance Sheet
December 31, 2012

Schedule A
Page 1 of 1

ASSETS		LIABILITIES AND OTHER CREDITS	
=====		=====	
Plant In Service	\$ 18,302,565	Capital Stock and Retained Earnings	
Water	38,945,956	Common Stock and Paid In Capital	\$ 13,228,899
Sewer		Retained Earnings	8,632,530
Total	\$ 57,248,521	Total	\$ 21,861,428
Accumulated Depreciation-Water	\$ (3,593,187)	Current and Accrued Liabilities	
Accumulated Depreciation-Sewer	(6,409,908)	Accounts Payable-Trade	\$ 605,585
Total	\$ (10,003,095)	Taxes Accrued	(13,245)
		Customer Deposits	290,326
		Customer Deposits - Interest	38,730
		A/P - Assoc. Companies	6,061,114
Net Utility Plant	\$ 47,245,426	Total	\$ 6,982,509
Plant Acquisition Adjustment-Water	\$ (158,291)	Deferred Credits	
Plant Acquisition Adjustment-Sewer	(145,718)	Water	\$ -
Total	\$ (304,009)	Sewer	-
		Total	\$ -
		Advances In Aid of Construction	
		Water	\$ 800
		Sewer	800
		Total	\$ 1,600
Construction Work In Process-Water	\$ (27,579)	Contributions In Aid of Construction	
Construction Work In Process-Sewer	138,200	Water	\$ 6,487,854
Total	\$ 110,221	Sewer	12,064,634
		Total	\$ 18,552,488
Current Assets		Accumulated Deferred Income Tax	
Cash	\$ 25,701	Unamortized ITC	\$ 201,192
Accounts Receivable - Net	2,632,231	Deferred Tax - Federal	2,814,720
Other Current Assets	35,969	Deferred Tax - State	(3,578)
Total	\$ 2,693,901	Total	\$ 3,012,333
Deferred Charges	\$ 664,819		
TOTAL ASSETS	\$ 50,410,358	TOTAL LIABILITIES AND OTHER CREDITS	\$ 50,410,358

*Note - The balance sheet reflects the total assets, liabilities, and equity of Carolina Water Service.

Carolina Water Service
Combined Operations
December 31, 2012

Schedule B
Page 1 of 4

	Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
Operating Revenues					
Service Revenues - Water	\$ 2,644,085	\$ 29,392 [a]	\$ 2,673,477	\$ 656,352 [l]	\$ 3,329,828
Service Revenues - Sewer	5,635,912	(13,500) [n]	5,622,411	1,451,354 [l]	7,073,765
Miscellaneous Revenues	221,405	-	221,405	-	221,405
Uncollectible Accounts	(55,684)	(184) [b]	(55,868)	(14,122) [m]	(69,989)
Total Operating Revenues	\$ 8,445,717	\$ 15,708	\$ 8,461,425	\$ 2,093,583	\$ 10,555,009
Maintenance Expenses					
Salaries and Wages	\$ 1,210,999	\$ (146,411) [c]	\$ 1,064,588	\$ -	\$ 1,064,588
Purchased Power	593,738	(63) [d]	593,675	-	593,675
Purchased Sewer & Water - Pass Through	(84,561)	-	(84,561)	-	(84,561)
Purchased Water Supplemental	-	-	-	-	-
Maintenance and Repair	917,320	-	917,320	-	917,320
Maintenance Testing	99,515	-	99,515	-	99,515
Meter Reading	47,640	-	47,640	-	47,640
Chemicals	275,085	907 [d]	275,992	-	275,992
Transportation	212,133	(46,088) [n]	166,045	-	166,045
Operating Exp. Charged to Plant	(374,530)	44,221 [c]	(330,309)	-	(330,309)
Total	\$ 2,897,340	\$ (147,434)	\$ 2,749,906	\$ -	\$ 2,749,906
General Expenses					
Salaries and Wages	\$ 559,518	\$ 40,855 [c]	\$ 591,374	\$ -	\$ 591,374
Office Supplies & Other Office Exp.	294,721	(31,009) [k]	263,712	-	263,712
Regulatory Commission Exp.	44,335	340,360 [e]	384,695	-	384,695
Pension & Other Benefits	342,290	(7,135) [c]	335,155	-	335,155
Rent	2,036	-	2,036	-	2,036
Insurance	177,894	-	177,894	-	177,894
Office Utilities	291,717	-	291,717	-	291,717
Outside Services - Other	141,290	-	141,290	-	141,290
Non-Utility Misc Income	-	-	-	-	-
Miscellaneous	(2,693)	42,507 [o]	39,814	-	39,814
Total	\$ 1,842,208	\$ 385,578	\$ 2,227,787	\$ -	\$ 2,227,787
Depreciation					
Amortization of CIAC	\$ 1,184,529	\$ 22,500 [f]	\$ 1,207,029	\$ -	\$ 1,207,029
Taxes Other Than Income	(340,881)	(7,520) [f]	(348,401)	-	(348,401)
Income Taxes - Federal	1,276,322	23,985 [g]	1,300,307	19,719 [k]	1,320,027
Income Taxes - State	134,974	(20,121) [h]	114,852	689,560 [h]	804,412
Amort. Investment Tax Credit	28,004	(10,733) [h]	17,271	103,693 [h]	120,964
Amortization of PMA	(8,852)	-	(8,852)	-	(8,852)
	(9,861)	(o)	(9,862)	-	(9,862)
Total	\$ 2,264,235	\$ 8,109	\$ 2,272,344	\$ 812,972	\$ 3,085,317
Total Operating Expenses	\$ 7,003,783	\$ 246,253	\$ 7,250,036	\$ 812,972	\$ 8,063,009
Net Operating Income	\$ 1,441,934	\$ (230,545)	\$ 1,211,389	\$ 1,280,611	\$ 2,492,000
Interest During Construction	\$ (12,166)	\$ 12,166 [i]	\$ -	\$ -	\$ -
Interest on Debt	\$ 965,579	\$ 32,513 [j]	\$ 998,092	\$ -	\$ 998,092
Net Income	\$ 488,522	\$ (275,224)	\$ 213,297	\$ 1,280,611	\$ 1,493,908

Carolina Water Service
Water Operations
December 31, 2012

Schedule B
Page 2 of 4

	Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
Operating Revenues					
Service Revenues - Water	\$ 2,644,085	\$ 29,392 [a]	\$ 2,673,477	\$656,352 [l]	\$3,329,828 [l]
Service Revenues - Sewer	-	- [a]	-	-	-
Miscellaneous Revenues	93,278	-	93,278	-	93,278
Uncollectible Accounts	(23,460)	(261) [b]	(23,720)	(5,853) [m]	(29,544)
Total Operating Revenues	\$ 2,713,903	\$ 29,131	\$ 2,743,034	\$ 650,528	\$ 3,393,566
Maintenance Expenses					
Salaries and Wages	\$ 510,194	\$ (78,637) [c]	\$ 431,557	\$ -	\$ 431,557
Purchased Power	100,680	1,118 [d]	101,698	-	101,698
Purchased Water - Past Through	(5,970)	-	(5,970)	-	(5,970)
Purchased Water Supplemental	-	-	-	-	-
Maintenance and Repair	145,720	-	145,720	-	145,720
Maintenance Testing	55,631	-	55,631	-	55,631
Meter Reading	20,071	-	20,071	-	20,071
Chemicals	115,893	1,288 [d]	117,182	-	117,182
Transportation	89,372	(25,500) [n]	63,871	-	63,871
Operating Exp. Charged to Plant	(157,790)	42,793 [c]	(114,997)	-	(114,997)
Total	\$ 873,702	\$ (58,937)	\$ 814,765	\$ -	\$ 814,765
General Expenses					
Salaries and Wages	\$ 231,933	14,191 [c]	246,125	\$ -	\$ 246,125
Office Supplies & Other Office Exp.	111,102	- [k]	111,102	-	111,102
Regulatory Commission Exp.	18,678	143,385 [e]	162,064	-	162,064
Pension & Other Benefits	144,207	(5,580) [c]	138,627	-	138,627
Rent	858	-	858	-	858
Insurance	74,989	-	74,989	-	74,989
Office Utilities	122,900	-	122,900	-	122,900
Outside Services	59,325	-	59,325	-	59,325
Non-Utility Misc Income	-	-	-	-	-
Miscellaneous	(1,135)	13,687 [o]	12,552	-	12,552
Total	\$ 769,058	\$ 165,684	\$ 928,742	\$ -	\$ 928,742
Depreciation					
Amortization of CIAC	\$ 415,964	\$ (12,006) [f]	\$ 403,958	\$ -	\$ 403,958
Taxes Other Than Income	(116,254)	(4,325) [g]	(120,580)	-	(120,580)
Income Taxes - Federal	537,715	8,659 [g]	546,374	6,141 [g]	552,515
Income Taxes - State	56,864	(77,490) [h]	(20,626)	214,259 [h]	193,633
Amort. Investment Tax Credit	11,798	(14,900) [h]	(3,102)	32,219 [h]	29,118
Amortization of PAA	(3,729)	-	(3,729)	-	(3,729)
	(4,673)	(o)	(4,673)	-	(4,673)
Total	\$ 897,685	\$ (100,062)	\$ 797,623	\$ 252,619	\$ 1,050,242
Total Operating Expenses	\$ 2,534,445	\$ 6,684	\$ 2,541,129	\$ 252,619	\$ 2,793,748
Net Operating Income	\$ 179,458	\$ 22,447	\$ 201,905	\$ 397,909	\$ 599,814
Interest During Construction	\$ (5,125)	\$ 5,125 [i]	\$ -	\$ -	\$ -
Interest on Debt	406,798	(166,588) [j]	240,210	-	240,210
Net Income	\$ (222,215)	\$ 183,910	\$ (38,305)	\$ 397,909	\$ 359,604

Carolina Water Service
Sewer Operations
December 31, 2012

Schedule B
Page 3 of 4

Operating Revenues		Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
Service Revenues - Water	\$ -					
Service Revenues - Sewer	5,635,912		\$ - (13,500) [a]	\$ 5,622,411	\$ - 1,451,354 [l]	\$ 7,073,765
Miscellaneous Revenues	128,127		-	128,127	-	128,127
Uncollectible Accounts	(32,224)		77	(32,147)	(8,298) [m]	(40,446)
Total Operating Revenues	\$ 5,731,814		\$ (13,423)	\$ 5,718,391	\$ 1,443,055	\$ 7,161,446
Maintenance Expenses						
Salaries and Wages	\$ 709,805		\$ (97,774) [c]	\$ 633,031	\$ -	\$ 633,031
Purchased Power	493,158		(1,181) [d]	491,977	-	491,977
Purchased Sewer	(78,591)		-	(78,591)	-	(78,591)
Purchased Water Supplemental	-		-	-	-	-
Maintenance and Repair	771,600		-	771,600	-	771,600
Maintenance Testing	43,884		-	43,884	-	43,884
Meter Reading	27,569		-	27,569	-	27,569
Chemicals	159,192		(381) [d]	158,810	-	158,810
Transportation	122,761		(20,588) [d]	102,174	-	102,174
Operating Exp. Charged to Plant	(216,741)		1,428 [n]	(215,313)	-	(215,313)
Total	\$ 2,023,638		\$ (88,497) [c]	\$ 1,935,141	\$ -	\$ 1,935,141
General Expenses						
Salaries and Wages	\$ 318,585		26,664	345,249	\$ -	\$ 345,249
Office Supplies & Other Office Exp.	183,619		(31,009) [c]	152,610	-	152,610
Regulatory Commission Exp.	25,657		196,974 [k]	222,631	-	222,631
Pension & Other Benefits	198,083		(1,555) [e]	196,528	-	196,528
Rent	1,178		-	1,178	-	1,178
Insurance	103,005		-	103,005	-	103,005
Office Utilities	168,817		-	168,817	-	168,817
Outside Services	81,764		-	81,764	-	81,764
Non-Utility Misc Income	-		-	-	-	-
Miscellaneous	(1,559)		28,820	27,262	-	27,262
Total	\$ 1,079,150		\$ 219,894 [o]	\$ 1,299,045	\$ -	\$ 1,299,045
Depreciation						
Amortization of CIAC	\$ 768,564		\$ 34,506 [f]	\$ 803,070	\$ -	\$ 803,070
Taxes Other Than Income	(234,637)		(3,195) [f]	(237,831)	-	(237,831)
Income Taxes - Federal	738,608		15,326 [f]	753,933	13,579 [g]	767,512
Income Taxes - State	78,109		57,369 [g]	135,478	475,301 [h]	610,779
Amort. Investment Tax Credit	16,206		4,167 [b]	20,373	71,474 [h]	91,847
Amortization of PAA	(5,123)		-	(5,123)	-	(5,123)
Total	\$ 1,356,550		\$ 108,172 [f]	\$ 1,474,721	\$ 560,354	\$ 2,035,075
Total Operating Expenses	\$ 4,459,338		\$ 239,569	\$ 4,708,907	\$ 560,354	\$ 5,269,260
Net Operating Income	\$ 1,262,477		\$ (252,992)	\$ 1,009,484	\$ 882,702	\$ 1,892,186
Interest During Construction	\$ (7,040)		\$ 7,040 [i]	\$ -	\$ -	\$ -
Interest on Debt	\$ 558,780		\$ 199,101 [i]	\$ 757,882	\$ -	\$ 757,882
Net Income	\$ 710,737		\$ (459,131)	\$ 251,603	\$ 882,702	\$ 1,134,304

Carolina Water Service
Explanation of Adjustments to Income Statement

Schedule B
Page 4 of 4

- [a] Revenues are annualized to reflect year end customers at current rates.
- [b] Uncollectibles are adjusted at test year percentages for annualized revenues.
- [c] Salaries, wages and benefits are adjusted for annualization for employees working at or for Carolina Water Service, Inc., as of current. In addition, capitalized time has been adjusted to reflect current capitalized time rates for current employees.
- [d] Purchased power and chemicals have been increased or decreased in direct correlation with annualized revenues.
- [e] Regulatory expense has been adjusted for the total estimated cost of this case and the unamortized portion of the prior case, amortized over three years.
- [f] Depreciation and amortization are annualized at 1.5% on depreciable/amortizable assets/CIAC. Separate from these assets, depreciation has been calculated and included for computers, vehicles, and other allocated plant.
- [g] Taxes other than income are adjusted to annualize gross receipts, utility or commission taxes, and franchise taxes at present and proposed revenues. Taxes other than income also includes payroll taxes adjusted for the annualization of salaries.
- [h] Income taxes are computed on taxable income at current rates.
- [i] AFUDC is eliminated for rate making purposes.
- [j] Interest on debt has been computed using a 52.44%/47.56% debt/equity ratio and a 6.60% cost of debt.
- [k] Non-recoverable items have been removed.
- [l] Revenues are increased to reflect Carolina Water Service's requested incremental revenue adjustment.
- [m] Uncollectibles are adjusted at test year percentages for the requested incremental revenue adjustment.
- [n] Transportation expense has been adjusted to reflect the expense as allocated by driver.
- [o] A leak mitigation fund of 0.5% has been added.

Carolina Water Service
Combined Operations
Rate Base and Rate of Return
December 31, 2012

Schedule C
Page 1 of 7

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	\$ 1,441,934	\$ (230,545)	\$ 1,211,389	\$ 1,280,011	\$ 2,492,000
Gross Plant In Service	\$ 57,248,521	\$ (223,884)	\$ 57,024,637	\$ -	\$ 57,024,637
Accumulated Depreciation	(10,003,095)	603,487	(9,399,608)	-	(9,399,608)
Net Plant In Service	47,245,426	379,603	47,625,029	-	47,625,029
Cash Working Capital	592,444	29,767	622,211	-	622,211
Contributions In Aid of Construction	(18,552,488)	74,209	(18,478,278)	-	(18,478,278)
Accumulated Deferred Income Taxes	(2,811,142)	-	(2,811,142)	-	(2,811,142)
Customer Deposits	(329,055)	-	(329,055)	-	(329,055)
Advances in Aid of Construction	(1,600)	-	(1,600)	-	(1,600)
Plant Acquisition Adjustment	(304,009)	-	(304,009)	-	(304,009)
Excess Book Value	-	(718,143)	(718,143)	-	(718,143)
General Ledger Additions	-	1,132,631	1,132,631	-	1,132,631
Pro Forma Plant	-	2,162,381	2,162,381	-	2,162,381
Pro Forma Plant Retirements	-	(77,164)	(77,164)	-	(77,164)
Total Rate Base	\$ 25,839,577	\$ 2,983,284	\$ 28,822,861	\$ -	\$ 28,822,861
Return on Rate Base	5.58%		4.20%		8.65%

[c]

Carolina Water Service
Water Operations
Rate Base and Rate of Return
December 31, 2012

Schedule C
Page 2 of 7

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	\$ 179,458	\$ 25,447	\$ 201,905	\$ 397,909	\$ 599,814
Gross Plant In Service	\$ 18,302,565	\$ (94,004)	\$ 18,208,561	\$ -	\$ 18,208,561
Accumulated Depreciation	(3,593,187)	137,314	(3,455,872)	-	(3,455,872)
Net Plant In Service	14,709,378	43,311	14,752,689	-	14,752,689
Cash Working Capital	204,595	13,343	217,938	-	217,938
Contributions In Aid of Construction	(6,487,854)	3,391	(6,484,463)	-	(6,484,463)
Accumulated Deferred Income Taxes	(1,184,334)	-	(1,184,334)	-	(1,184,334)
Customer Deposits	(138,631)	-	(138,631)	-	(138,631)
Advances in Aid of Construction	(800)	-	(800)	-	(800)
Plant Acquisition Adjustment	(158,291)	-	(158,291)	-	(158,291)
Excess Book Value	-	(416,810)	(416,810)	-	(416,810)
General Ledger Additions	-	267,868	267,868	-	267,868
Pro Forma Plant	-	91,145	91,145	-	91,145
Pro Forma Plant Retirements	-	(9,525)	(9,525)	-	(9,525)
Total Rate Base	\$ 6,944,064	\$ (7,277)	\$ 6,936,786	\$ -	\$ 6,936,786
Return on Rate Base	2.58%		2.91%		8.65%

[c]

Object Account	NARUC Account	Account Description	Balance at 12/31/12
1020	301.1	ORGANIZATION	82,784
1025	302.1	FRANCHISES	25,864
1030	303.2	LAND & LAND RIGHTS PUMP	500
1045	303.5	LAND & LAND RIGHTS GEN PL	185,196
1050	304.2	STRUCT & IMPRV SRC SUPPLY	936,256
1055	304.3	STRUCT & IMPRV WTR TRT PL	385,135
1060	304.4	STRUCT & IMPRV WTR TRAN DIST	3,434
1065	304.5	STRUCT & IMPRV GEN PLT	4,599
1080	307.2	WELLS & SPRINGS	1,573,173
1090	309.2	SUPPLY MAINS	233,585
1100	311.2	ELECTRIC PUMP EQUIP SRC P	43,933
1105	311.3	ELECTRIC PUMP EQUIP WTP	1,394,958
1110	311.2	ELECTRIC PUMP EQUIP SRC P	63,803
1115	320.3	WATER TREATMENT EQPT	952,633
1120	330.4	DIST RESV & STANDPIPES	1,340,126
1125	331.4	TRANS & DISTR MAINS	6,040,221
1130	333.4	SERVICE LINES	2,154,049
1135	334.4	METERS	407,813
1140	334.4	METER INSTALLATIONS	240,543
1145	335.4	HYDRANTS	264,920
1150	336.4	BACKFLOW PREVENTION DEVIC	8,875
1155	339.1	OTH PLT&MISC EQUIP INTANG	2,216
1165	339.3	OTH PLT&MISC EQUIP WTP	816
1170	339.4	OTH PLT&MISC EQUIP TRANS	1,457
1175/1455	304.5/354.7	OFFICE STRUCT & IMPRV	99,280
1180/1460	340.5/390.7	OFFICE FURN & EQPT	115,230
1185/1465	342.5/392.7	STORES EQPT	305
1190/1470	343.5/393.7	TOOL SHOP & MISC EQPT	171,911
1195/1475	344.5/394.7	LABORATORY EQUIPMENT	34,414
1200/1485	345.5/395.7	POWER OPERATED EQUIP	2,596
1205/1490	346.5/396.7	COMMUNICATION EQPT	49,222
1210/1495	347.5/397.7	MISC EQUIPMENT	6,863
1555	341.5/391.7	TRANSPORTATION EQPT	383,095
1580	340.5/390.7	MAINFRAME COMPUTER	38,715
1585	340.5/390.7	MINI COMPUTERS	149,801
1590	340.5/390.7	COMP SYS COST	764,600
1595	340.5/390.7	MICRO SYS COST	20,961
2620	348.5/398.7	UTIL. PLANT ACQUIRED/DISPOSED	118,683
			<u>18,302,565</u>

Schedule C
Page 4 of 7

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	\$ 1,262,477	\$ (352,992)	\$ 1,009,484	\$ 882,702	\$ 1,892,186
Gross Plant In Service	\$ 38,945,956	\$ (129,881)	\$ 38,816,076	\$ -	\$ 38,816,076
Accumulated Depreciation	(6,940,908)	466,173	(5,943,735)	-	(5,943,735)
Net Plant In Service	32,536,048	336,292	32,872,340	-	32,872,340
Cash Working Capital	387,849	16,424	404,273	-	404,273
Contributions In Aid of Construction	(12,064,634)	70,819	(11,993,816)	-	(11,993,816)
Accumulated Deferred Income Taxes	(1,626,808)	-	(1,626,808)	-	(1,626,808)
Customer Deposits	(190,424)	-	(190,424)	-	(190,424)
Advances in Aid of Construction	(800)	-	(800)	-	(800)
Plant Acquisition Adjustment	(145,718)	-	(145,718)	-	(145,718)
Excess Book Value	-	(301,333)	(301,333)	-	(301,333)
General Ledger Additions	-	864,762	864,762	-	864,762
Pro Forma Plant	-	2,071,237	2,071,237	-	2,071,237
Pro Forma Plant Retirements	-	(67,639)	(67,639)	-	(67,639)
Total Rate Base	\$ 18,895,513	\$ 2,990,562	\$ 21,886,075	\$ -	\$ 21,886,075
Return on Rate Base	6.68%		4.61%		8.65%

<u>Object Account</u>	<u>NARUC Account</u>	<u>Account Description</u>	<u>Balance at 12/31/12</u>
1245	351.1	ORGANIZATION	27,645
1250	352.1	FRANCHISES RECLAIM WTR PLT	-
1255	352.6	LAND & LAND RIGHTS COLL P	-
1265	353.2	LAND & LAND RIGHTS TRTMT	264
1270	353.4	LAND & LAND RIGHTS RECLAI	-
1275	353.5	LAND & LAND RIGHTS RCL DS	-
1280	353.6	LAND & LAND RIGHTS GEN PL	-
1285	353.7	STRUCT/IMPRV COLL PLT	89,738
1290	354.2	STRUCT/IMPRV PUMP PLT LS	32,819
1295	354.3	STRUCT/IMPRV TREAT PLT	3,510,221
1300	354.4	STRUCT/IMPRV RECLAIM WTP	303,349
1305	354.5	STRUCT/IMPRV RECLAIM WTR	1,125
1310	354.6	STRUCT/IMPRV GEN PLT	23,666
1315	354.7	POWER GEN EQUIP COLL PLT	762,619
1320	355.2	POWER GEN EQUIP PUMP PLT	7459
1325	355.3	POWER GEN EQUIP TREAT PLT	47,763
1330	355.4	POWER GEN EQUIP RECLAIM W	33,612
1335	355.5	POWER GEN EQUIP RCL WTR D	-
1340	355.6	SEWER FORCE MAIN	-
1345	360.2	SEWER GRAVITY MAIN/MANHOL	4,102,897
1350	361.2	MANHOLES	12,673,832
1353	361.2	SPECIAL COLL STRUCTURES	12,058
1355	362.2	SERVICES TO CUSTOMERS	424
1360	363.2	FLOW MEASURE DEVICES	1,088,301
1365	364.2	FLOW MEASURE INSTALL	26,508
1370	365.2	RECEIVING WELLS	2,044
1375	370.3	PUMPING EQUIPMENT PUMP PL	602
1380	371.3	PUMPING EQUIPMENT RECLAIM	1,323,995
1385	371.5	PUMPING EQUIPMENT RCL WTR	12,910
1390	371.6	TREAT/DISP EQUIP LAGOON	30,715
1395	380.4	TREAT/DISP EQUIP TRT PLT	684,567
1400	380.4	TREAT/DISP EQUIP RCL WTP	10,836,874
1405	380.5	PLANT SEWERS TRTMT PLT	1,541
1410	381.4	PLANT SEWERS RECLAIM WTP	223,582
1415	381.5	OUTFALL LINES	-
1420	382.4	OTHER PLT TANGIBLE	281,166
1425	388.7	OTHER PLT COLLECTION	2,424
1430	389.2	OTHER PLT PUMP	3,008
1435	389.3	OTHER PLT TREATMENT	37,291
1440	389.4	OTHER PLT RECLAIM WTR TRT	16,250
1445	389.5	OFFICE STRUCT & IMPRV	1,720
1450	389.6	STORES EQPT	-
1175/1455	304.5/354.7	TOOL SHOP & MISC EQPT	136,372
1180/1460	340.5/390.7	LABORATORY EQUIPMENT	158,281
1185/1465	342.5/392.7	POWER OPERATED EQUIP	419
1190/1470	343.5/393.7	COMMUNICATION EQPT	236,137
1195/1475	344.5/394.7	MISC EQUIPMENT	47,271
1200/1485	345.5/395.7	SEWER PLANT ALLOCATED	3,566
1205/1490	346.5/396.7	OTHER TANGIBLE PLT SEWER	67,611
1210/1495	347.5/397.7		9,427
1495	398.7		(525)
1500	398.7		657

1525	366.6	REUSE SERVICES	-
1530	367.6	REUSE WTR/INSTALLATIONS	-
1535	374.5	REUSE DIST RESERVOIRS	2,415
1540	375.6	REUSE TRANSMISSION & DIST	54,095
1555	341.5/391.7	TRANSPORTATION EQPT WTR	526,222
1580	340.5/390.7	MAINFRAME COMPUTER WTR	53,179
1585	340.5/390.7	MINI COMPUTERS WTR	205,768
1590	340.5/390.7	COMP SYS COST WTR	1,050,259
1595	340.5/390.7	MICRO SYS COST WTR	28,792
2620	348.5/398.7	UTIL PLANT ACQUIRED/DISPOSED	163,023
			<u>38,945,956</u>

**Carolina Water Service
Explanation of Adjustments to Rate Base and Rate of Return**

- [a] Gross plant in service is adjusted to reflect adjusted vehicles, allocated by the various accurate allocation percentages for Carolina Water Service.
- [b] Per books A/D and A/A has been adjusted for depreciable assets at 1.5%.
Separate from these assets, A/D has been calculated and included for computers, vehicles, and other allocated plant.
- [c] Cash working capital is calculated based on 1/8 of maintenance and general expenses.
- [d] A pro forma adjustment has been made to include actual/estimated pro forma plant and general ledger additions.
- [e] The Return on Rate Base shown above is provided solely as a matter of information and convenience for the Commission and is not intended to reflect a request for this specific return on rate base (or any return on equity). Applicant will make its request for a return on rate base (and return on equity) by way of evidence to be introduced at hearing.
- [f] Excess book value has been included for ratemaking purposes.
- [g] Adjustments made by ORS to which the Company agreed have been included for ratemaking purposes.

WATER

Bill code	Description	Consumption 1.1.12 - 2.1.12	Usage Charge 1.1.12 - 2.1.12	Units 2.1.12 - 1.1.12 - 2.1.12	BFC 1.1.12 - 2.1.12	Revenues
400PWCOM	1" Purchase Water Commercial	81,180	2.03	4	29.02	281
400PWCOM	1.5" Purchase Water Commercial	1,580	2.03	1	58.04	61
400PWCOM	2" Purchase Water Commercial	634,050	2.03	6	92.86	1,844
400PWCOM	3" Purchase Water Commercial	115,600	2.03	1	174.12	409
400PWCOM	5/8" Purchase Water Commercial	126,580	2.03	26	11.09	545
400PWCRH	1" Purchase Water Commercial - Riverhills	163,460	2.03	26	29.02	1,086
400PWCRH	1.5" Purchase Water Commercial - Riverhills	904,750	2.03	17	58.04	2,823
400PWCRH	2" Purchase Water Commercial - Riverhills	1,138,610	2.03	36	101.80	5,976
400PWCRH	3" Purchase Water Commercial - Riverhills	532,580	2.03	9	174.12	2,648
400PWCRH	3/4" Purchase Water Commercial - Riverhills	36,720	2.03	7	11.09	152
400PWCRH	4" Purchase Water Commercial - Riverhills	43,240	2.03	1	290.20	378
400PWCRH	5/8" Purchase Water Commercial - Riverhills	921,994	2.03	66	11.09	2,604
400PWRES	1" Purchase Water Residential	380,220	2.03	101	11.09	1,892
400PWRES	1.5" Purchase Water Residential	157,800	2.03	0	11.09	320
400PWRES	2" Purchase Water Residential	474,190	2.03	67	11.09	1,706
400PWRES	3/4" Purchase Water Residential	6,320	2.03	1	11.09	24
400PWRES	4" Purchase Water Residential	12,000	2.03	16	11.09	202
400PWRES	5/8" Purchase Water Residential	12,460,216	2.03	2,883	11.09	57,267
400PWRRH	Purchase Water Res - RH (All Meter Sizes)	13,895,880	2.03	3,826	11.09	70,639
400WCOM	1" Commercial	10,400	3.55	1	29.02	66
400WCOM	5/8" Commercial	47,460	3.55	9	11.09	268
400WRES	Water Residential (All Meter Sizes)	7,683,337	3.55	1,547	11.09	44,432

Carolina Water Service
December 31, 2012
Test Year Revenues

Schedule D
Page 2 of 3

WATER

Bill Code	Description	Consumption 2.1.12	Usage Charge	Units	BFC	Revenues
		- 12.31.12		12.31.12	2.1.12 - 12.31.12	
400PWCOM	1" Purchase Water Commercial	1,061,500	\$ 2.23	41	\$ 31.81	\$ 3,671
400PWCOM	1.5" Purchase Water Commercial	955,880	2.23	11	63.63	2,832
400PWCOM	2" Purchase Water Commercial	6,502,410	2.23	78	101.80	22,441
400PWCOM	3" Purchase Water Commercial	1,270,800	2.23	11	190.89	4,934
400PWCOM	5/8" Purchase Water Commercial	1,887,910	2.23	280	12.16	7,615
400PWCRH	1" Purchase Water Commercial - Riverhills	4,089,096	2.23	285	31.81	18,185
400PWCRH	1.5" Purchase Water Commercial - Riverhills	5,898,830	2.23	176	63.63	24,353
400PWCRH	2" Purchase Water Commercial - Riverhills	17,167,510	2.23	392	101.80	78,189
400PWCRH	3" Purchase Water Commercial - Riverhills	5,228,500	2.23	85	190.89	27,885
400PWCRH	3/4" Purchase Water Commercial - Riverhills	656,980	2.23	82	12.16	2,462
400PWCRH	4" Purchase Water Commercial - Riverhills	1,619,350	2.23	10	318.14	6,793
400PWCRH	5/8" Purchase Water Commercial - Riverhills	6,825,059	2.23	724	12.16	24,024
400PWRES	1" Purchase Water Residential	4,286,505	2.23	1,178	12.16	23,883
400PWRES	1.5" Purchase Water Residential	1,625,200	2.23	-	12.16	3,624
400PWRES	2" Purchase Water Residential	5,229,410	2.23	790	12.16	21,268
400PWRES	3/4" Purchase Water Residential	79,290	2.23	11	12.16	311
400PWRES	4" Purchase Water Residential	199,000	2.23	191	12.16	2,766
400PWRES	5/8" Purchase Water Residential	151,172,494	2.23	31,329	12.16	718,075
400PWRRH	Purchase Water Res - RH (All Meter Sizes)	185,096,867	2.23	36,826	12.16	860,570
400WCOM	1" Commercial	199,910	3.89	11	31.81	1,128
400WCOM	5/8" Commercial	904,100	3.89	101	12.16	4,745
400WRES	Water Residential (All Meter Sizes)	89,381,516	3.89	16,076	12.16	543,178
	Total	531,166,485		97,339		\$ 2,598,556

SEWER

Bill code	Description	Consumption 1.1.12 - 2.1.12	Usage Charge 1.1.12 - 2.1.12	Units/SFE's 1.1.12 - 2.1.12	BFC 1.1.12 - 2.1.12	Revenues
400WWCOM	WW Commercial (All Meter Sizes)	-				
400WWCKH	Commercial WW Treatment - RH (All Meter Sizes)	-		361	\$ 39.00	14,079
400WWRCF	Residential WW Service (All Meter Sizes)	-		950	25.70	24,402
400WWRES	WW Residential (All Meter Sizes)	-		396	25.70	10,177
400WWRLJ	Residential WW Service (All Meter Sizes)	-		7,830	39.00	305,370
400WWRRH	Residential WW Treatment - YC (All Meter Sizes)	-		87	25.70	2,236
400WWRTC	Town of Chapin Purchase WW Res (All Meter Sizes)	-		3,488	25.70	89,642
400WWTRL	WW Trailer Residential (All Meter Sizes)	-		85	25.70	2,185
400WWTKT	Van Arsdale WW Treatment (All Meter Sizes)	-		98	27.77	2,721
400WWRHT	Riverhills WW Treatment (All Meter Sizes)	-		422	16.53	6,976
				3	25.70	77

Bill code	Description	Consumption 2.1.12 - 12.31.12	Usage Charge 2.1.12 - 12.31.12	Units/SFE's 2.1.12 - 12.31.12	BFC 2.1.12 - 12.31.12	Revenues
400WWCOM	WW Commercial (All Meter Sizes)	-				
400WWCKH	Commercial WW Treatment - RH (All Meter Sizes)	-		3,942	\$ 40.56	159,888
400WWRCF	Residential WW Service (All Meter Sizes)	-		10,739	26.73	287,053
400WWRES	WW Residential (All Meter Sizes)	-		4,020	26.73	107,455
400WWRLJ	Residential WW Service (All Meter Sizes)	-		86,181	40.56	3,495,501
400WWRRH	Residential WW Treatment - YC (All Meter Sizes)	-		970	26.73	25,928
400WWRTC	Town of Chapin Purchase WW Res (All Meter Sizes)	-		33,040	26.73	883,159
400WWTRL	WW Trailer Residential (All Meter Sizes)	-		873	26.73	23,335
400WWTKT	Van Arsdale WW Treatment (All Meter Sizes)	-		1,078	28.88	31,133
400WWRHT	Riverhills WW Treatment (All Meter Sizes)	-		4,614	18.78	86,651
				27	26.73	722
Total		-		159,204		\$ 5,558,689

Carolina Water Service
December 31, 2012
Revenues at Proposed Rates

Schedule E
Page 1 of 2

WATER

Bill Code	Description	Test Year Consumption	Proposed Usage Charge	Test Year Units	Proposed BFC	Revenues
400PWCOM	1" Purchase Water Commercial	914,148	2.79	36	\$ 39.40	\$ 3,969
400PWCOM	1.5" Purchase Water Commercial	957,456	2.79	12	78.81	3,617
400PWCOM	2" Purchase Water Commercial	7,136,472	2.79	84	126.08	30,501
400PWCOM	3" Purchase Water Commercial	1,386,396	2.79	12	236.42	6,705
400PWCOM	5/8" Purchase Water Commercial	2,053,896	2.79	312	15.06	10,429
400PWCRH	1" Purchase Water Commercial - Riverhills	4,430,376	2.79	324	39.40	25,126
400PWCRH	1.5" Purchase Water Commercial - Riverhills	6,766,384	2.79	192	78.81	34,015
400PWCRH	2" Purchase Water Commercial - Riverhills	19,503,576	2.79	456	126.08	111,907
400PWCRH	3" Purchase Water Commercial - Riverhills	5,883,648	2.79	96	236.42	39,112
400PWCRH	3/4" Purchase Water Commercial - Riverhills	746,224	2.79	96	15.06	3,533
400PWCRH	4" Purchase Water Commercial - Riverhills	1,813,740	2.79	12	394.01	9,788
400PWCRH	5/8" Purchase Water Commercial - Riverhills	8,472,384	2.79	864	15.06	36,650
400PWRES	1" Purchase Water Residential	4,422,588	2.79	1,212	15.06	30,592
400PWRES	1.5" Purchase Water Residential	-	2.79	-	15.06	-
400PWRES	2" Purchase Water Residential	5,270,760	2.79	792	15.06	26,633
400PWRES	3/4" Purchase Water Residential	85,812	2.79	12	15.06	420
400PWRES	4" Purchase Water Residential	195,648	2.79	192	15.06	3,437
400PWRES	5/8" Purchase Water Residential	167,424,132	2.79	35,004	15.06	994,274
400PWRRH	Purchase Water Res - RH (All Meter Sizes)	200,127,180	2.79	40,884	15.06	1,174,068
400WCOM	1" Commercial	210,312	4.88	12	39.40	1,499
400WCOM	5/8" Commercial	830,496	4.88	96	15.06	5,499
400WRES	Water Residential (All Meter Sizes)	102,184,416	4.88	18,552	15.06	778,053
Total		\$40,820,044		99,252		\$ 3,329,828

SEWER

Bill code	Description	Consumption	Proposed Usage Charge	Units	Proposed Rate	Revenues
400WWCOM	WW Commercial (All Meter Sizes)	-	-	4,224	\$ 51.03	215,551
400WWCRH	Commercial WW Treatment - RH (All Meter Sizes)	-	-	11,850	33.63	398,516
400WWRCP	Residential WW Service (All Meter Sizes)	-	-	4,788	33.63	161,020
400WWRES	WW Residential (All Meter Sizes)	-	-	93,990	51.03	4,791,717
400WWRLJ	Residential WW Service (All Meter Sizes)	-	-	1,068	33.63	35,917
400WWRRH	Residential WW Treatment - YC (All Meter Sizes)	-	-	37,920	33.63	1,275,250
400WWRTC	Town of Chapin Purchase WW Res (All Meter Sizes)	-	-	1,020	33.63	34,303
400WWTRL	WW Trailer Residential (All Meter Sizes)	-	-	1,176	36.33	42,724
400WWTRT	Van Arsdale WW Treatment (All Meter Sizes)	-	-	4,992	23.63	117,961
400WWRLHT	Riverhills WW Treatment (All Meter Sizes)	-	-	24	33.63	807
Total		-	-	160,962		\$ 7,073,765

WATER

Customers at January 1, 2012
Customers at December 31, 2012
Projected Customers at December 31, 2013

8,137
8,271
8,271

WASTEWATER

Customers at January 1, 2012
Customers at December 31, 2012
Projected Customers at December 31, 2013

13,234
13,414
13,414

WATER

Present Rate	Description	Current Rate		Average		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
400PW11A	1" Purchase Water Commercial	3.23	3.81	34.301	88.44	31.81	34.61%	1/31/2012
400PW11M	1.5" Purchase Water Commercial	2.23	6.40	79.785	241.35	59.15	24.78%	1/31/2012
400PW12M	2" Purchase Water Commercial	2.23	10.15	84.068	291.35	71.55	24.67%	1/31/2012
400PW13M	3" Purchase Water Commercial	2.23	190.89	114.833	448.33	110.23	24.68%	1/31/2012
400PW13H	5/8" Purchase Water Commercial - Riverbills	2.23	12.15	6.951	28.84	6.09	24.64%	1/31/2012
400PW13H	1.5" Purchase Water Commercial - Riverbills	2.23	31.81	13.094	62.0	18.23	24.47%	1/31/2012
400PW13H	2" Purchase Water Commercial - Riverbills	2.23	64.43	33.352	142.24	39.54	24.55%	1/31/2012
400PW13H	3" Purchase Water Commercial - Riverbills	2.23	192.89	42.771	197.18	37.55	24.41%	1/31/2012
400PW13H	4" Purchase Water Commercial - Riverbills	2.23	32.8	61.288	377.55	39.54	24.59%	1/31/2012
400PW13H	5/8" Purchase Water Commercial - Riverbills	2.23	318.14	191.145	645.79	34.03	24.93%	1/31/2012
400PW13H	1" Purchase Water Residential	2.23	12.15	9.866	44.59	24.30	24.93%	1/31/2012
400PW13H	1.5" Purchase Water Residential	2.23	12.15	1.640	12.16	1.46	24.93%	1/31/2012
400PW13H	2" Purchase Water Residential	2.23	12.15	6.058	27.00	5.81	24.89%	1/31/2012
400PW13H	3" Purchase Water Residential	2.23	12.15	7.109	28.11	6.90	24.89%	1/31/2012
400PW13H	4" Purchase Water Residential	2.23	12.15	4.783	22.43	4.59	24.89%	1/31/2012
400PW13H	5/8" Purchase Water Residential	2.23	12.15	4.893	23.26	4.89	24.89%	1/31/2012
400PW13H	Purchase Water Res - RI (All Meter Sizes)	2.23	32.81	17.056	99.09	4.51	24.89%	1/31/2012
400PW13H	1" Commercial	2.23	32.81	17.056	99.09	4.51	24.89%	1/31/2012
400PW13H	5/8" Commercial	2.23	12.15	8.651	44.51	8.23	24.87%	1/31/2012
400PW13H	Water Residential (All Meter Sizes)	2.23	12.15	5.608	33.09	5.23	24.87%	1/31/2012

Proposed Rate	Description	Usage	Base	Usage	Base	Amount	Percent
400PW13M	1" Purchase Water Commercial	2.79	30.40	32.330	110.23	31.81	24.61%
400PW13M	1.5" Purchase Water Commercial	2.79	78.81	71.788	301.43	59.15	24.78%
400PW13M	2" Purchase Water Commercial	2.79	156.88	84.988	343.11	71.55	24.67%
400PW13M	3" Purchase Water Commercial	2.79	204.42	114.833	558.36	110.23	24.68%
400PW13M	5/8" Purchase Water Commercial - Riverbills	2.79	15.06	6.953	28.84	6.09	24.44%
400PW13M	1.5" Purchase Water Commercial - Riverbills	2.79	39.40	13.094	77.35	18.23	24.47%
400PW13M	2" Purchase Water Commercial - Riverbills	2.79	78.81	34.323	172.16	34.82	24.55%
400PW13M	3" Purchase Water Commercial - Riverbills	2.79	256.08	42.771	245.41	37.55	24.61%
400PW13M	5/8" Purchase Water Commercial - Riverbills	2.79	15.06	77.94	31.81	7.26	24.93%
400PW13M	1" Purchase Water Residential	2.79	15.06	151.45	85.70	16.51	24.93%
400PW13M	1.5" Purchase Water Residential	2.79	15.06	91.86	44.42	8.29	24.60%
400PW13M	2" Purchase Water Residential	2.79	15.06	31.69	12.16	1.46	24.93%
400PW13M	3" Purchase Water Residential	2.79	15.06	6.45	25.44	4.94	24.89%
400PW13M	4" Purchase Water Residential	2.79	15.06	7.10	33.61	6.90	24.87%
400PW13M	5/8" Purchase Water Residential	2.79	15.06	1.019	17.90	3.47	24.05%
400PW13M	Purchase Water Res - RI (All Meter Sizes)	2.79	15.06	4.783	28.40	6.98	24.41%
400PW13M	1" Commercial	2.79	15.06	4.893	28.72	5.44	24.45%
400PW13M	5/8" Commercial	2.79	15.06	8.651	57.28	11.46	24.87%
400PW13M	Water Residential (All Meter Sizes)	2.79	15.06	5.608	41.94	8.23	24.87%

WASTEWATER

Present Rate	Description	Current Rate		Amount		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
400WW13M	WW Commercial (All Meter Sizes)	-	40.56	-	40.56	10.47	25.81%	1/31/2012
400WW13M	Commercial WW Treatment - RI (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	Residential WW Service (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	WW Residential (All Meter Sizes)	-	40.56	-	40.56	10.47	25.81%	1/31/2012
400WW13M	Residential WW Service (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	Residential WW Treatment - VC (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	Town of Chapel Purchase WW Res (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	WW Trailer Residential (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012
400WW13M	Van Arsdale WW Treatment (All Meter Sizes)	-	18.78	-	18.78	4.65	25.03%	1/31/2012
400WW13M	Riverbills WW Treatment (All Meter Sizes)	-	25.73	-	25.73	6.60	25.81%	1/31/2012

Proposed Rate	Description	Usage		Base		Amount		Percent
		Usage	Base	Usage	Bill	Amount	Percent	
400WW13M	WW Commercial (All Meter Sizes)	-	51.47	-	51.43	10.47	25.81%	
400WW13M	Commercial WW Treatment - RI (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	Residential WW Service (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	WW Residential (All Meter Sizes)	-	51.43	-	51.43	10.47	25.81%	
400WW13M	Residential WW Service (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	Residential WW Treatment - VC (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	Town of Chapel Purchase WW Res (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	WW Trailer Residential (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	
400WW13M	Van Arsdale WW Treatment (All Meter Sizes)	-	21.33	-	21.33	7.45	25.03%	
400WW13M	Riverbills WW Treatment (All Meter Sizes)	-	33.40	-	33.43	6.60	25.81%	

EXHIBIT C



Catherine B. Templeton, Director

Promoting and protecting the health of the public and the environment

August 26, 2013

Mr. Scott Elliott
Elliott & Elliott, P.A.
1508 Lady Street
Columbia, SC 29201

RE: Carolina Water Service/Water & Sewer Systems
Your letter of August 23, 2013
PSC Rate Case

Dear Mr. Elliott:

This letter serves to confirm that the referenced facilities in your letter (attachment) have proper permits from DHEC to operate.

I can be reached at 803-898-4157 or at debessjp@dhec.sc.gov.

Sincerely,

Jeffrey P. deBessonnet, P.E., Director
Water Facilities Permitting Division

cc: Shawn Clarke

	Company	County	System Name	PWS#
1	CWS	Aiken	Hunters Glenn	0250005
2	CWS	Lexington	Westside Terrace	3250002
3	CWS	Lexington	I-20	3250012
4	CWS	Lexington	Blue Ridge Terrace / Heatherwood	3250015
5	CWS	Lexington	Falcon Ranches	3250016
6	CWS	Lexington	Idlewood	3250017
7	CWS	Lexington	Peachtree Acres	3250045
8	CWS	Lexington	Indian Pines	3250051
9	CWS	Lexington	Rollingwood	3250052
10	CWS	Lexington	Glenn Village II	3250058
11	CWS	Lexington	The Landings	3250063
12	CWS	Lexington	Indian Fork / Forty Love	3250066
13	CWS	Lexington	Hidden Valley Estates (CC)	3250073
14	CWS	Lexington	Mallard Cove	3250076
15	CWS	Lexington	Watergate	3270300
16	CWS	Lexington	Harborside	3270302
17	CWS	Richland	Stonegate	4050014
18	CWS	Sumter	Pocalla	4350007
19	CWS	Williamsburg	Rock Bluff	4550001
20	CWS	York	River Hills	4650006

	Company	County	System Name	NPDES#
1	CWS	Lexington	Smallwood	ND0007994
2	CWS	Lexington	Watergate	SC0027162
3	CWS	Orangeburg	Roosevelt Gardens	SC0029645
4	CWS	Lexington	Glenn Village II	SC0030651
5	CWS	Sumter	Oakland Plantation	SC0030678
6	CWS	Sumter	Pocalla	SC0030724
7	CWS	Georgetown	Lincolnshire	SC0030732
8	CWS	Lexington	I-20 WWTP	SC0035564
9	CWS	Lexington	Friarsgate	SC0036137

	Company	County	System Name	SSS#
1	CWS	Lexington	N. Lakeshore/Shadowood	
2	CWS	York	Cove/Mosley Point/Peggy Tap	SSS000007
3	CWS	Lexington	River Hills	SSS000752
4	CWS	Lexington	Stonegate	SSS000753
5	CWS	Lexington	Forty Love	SSS000754
6	CWS	Lexington	Indian Fork	SSS000755
7	CWS	Beaufort	Palmetto Apartments	SSS000820
8	CWS	Lexington	Kingston Harbour	SSS000860

7 - *[Signature]*
8-26-12

EXHIBIT D



Carolina Water Service Inc
Phone: (800) 272-1919
Collections: (800) 272-1919
Customer Service: (800) 272-1919
www.ulwater.com

Bill Date	Account Number	Due Date	Please Pay:
07/22/2013		8/16/2013	\$106.36

Name XXXXXXXXXX Primary Telephone # XXXXXXXXXX

Service Address XXXXXXXXXX LEXINGTON, SC, 29073

Activity Since Last Bill

Previous Balance	\$96.43
Payments received as of 07/22/2013	\$-96.43
Balance as of 07/22/2013	\$0.00

Residential Purchased Water

Water Distribution Base Charge	\$12.18
Distribution Usage of 8,970 gallons at \$2.23 per 1,000 gallons	\$20.00
Water Supply Charge of 8,970 gallons at \$0.0038687 per gallon	\$32.91
SC DHEC Fee	\$0.73
Total Residential Purchased Water	\$65.80

Residential Wastewater Service

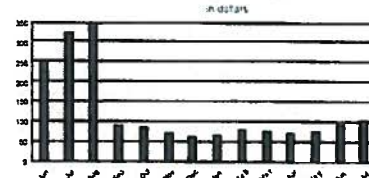
Wastewater Service	\$40.56
Total Residential Wastewater Service	\$40.56

Total Amount Due \$106.36

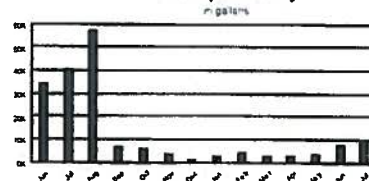
Summary of Service

Meter Reading	Meter #	
Current	2182010	06/20/2013
Previous	2173040	05/16/2013
Usage	8,970 Gallons	
Number of Days:	35	
Average Daily Use:	256 Gallons	
Average Daily Cost:	\$3.04	

Billing History



Consumption History



A fee of 1.5% per month will be added if unpaid by the due date.

Rate Schedules are available upon request. Make check payable to: Carolina Water Service Inc

Messages

The Company is under the Jurisdiction of the PSC. You may contact the ORS at 800-922-1531 with any complaints that remain unresolved after 7 days.

404



PO BOX 160609
Altamonte Springs, FL 32716

XXXXXXXXXX
LEXINGTON SC 29073



Account Number:	XXXXXXXXXX	Amount Paid
Due Date:	8/16/2013	
Please Pay:	\$106.36	

Carolina Water Service Inc
PO Box 11025
Lewiston ME 04243-9476



☐ Address correction requested on back

404

Important Information to Help Serve You Better

Security	To help us maintain the security surrounding your drinking water system, please call your local office listed on the front of your bill and the police if you notice any suspicious activity.
Service	If you experience a water or wastewater emergency, please call the Customer Service number listed on the front of your bill. Service operators are on-call 24 hours a day 7 days a week. Information, including how your water meter is read, can be found at www.uiwater.com or you may call our office at the number listed on the front of your bill.
Contact Information	Please be sure to let us know if your telephone number changes. We strive to offer efficient and responsible customer service. In the event that we encounter a problem in your water or wastewater system, we will need to contact you. To update your account information, you may call the Customer Service number listed on the front of your bill, or you may visit our website at www.uiwater.com or use the form below.
Rate Information	Rate schedule available upon request

Conservation Tips

Check your toilet. Low-flow models use 1.6 gallons per flush and high-efficiency toilets use 1.0 to 1.28 gallons per flush, while older models use 3-7 gallons to flush a toilet. Leaking toilets waste as much as 200 gallons each day or 73,000 gallons per year. Find out if you have a leak in your home. Read your water meter before and after a one-hour period when no water is being used. Wait for the water heater and ice-cube makers to refill, and for regeneration of water softeners. If the readings are different after the one-hour period, you have a leak that should be investigated further.

Go Green!

Web Self Service and Paperless Billing Options. We are committed to delivering excellent customer service to all of our customers and are pleased to offer web self-service and paperless billing options to our customers. Sign up today by visiting www.uiwater.com/myaccount.php.

Payment Methods

Automatic Payments	Why write a check and pay postage? Make your payments automatically with Auto Pay. Contact us at the Customer Service number listed on the front of your bill or visit www.uiwater.com to download the Auto Pay Authorization form.
By Internet	Pay your bill online by visiting www.uiwater.com/customer_center/pay_online.php . Please be sure to have your account number ready. A convenience fee will be charged for using this option.
By Phone	Make payments using your checking account, debit or credit card by calling 1-877-527-7852. Please be sure to have your utility account number ready. A convenience fee will be charged for using this option.
By Mail	Use the enclosed envelope to mail your payment.

Change of Address and Phone Information

Complete the information below with your address and phone corrections and return with your payment.

Name _____ Please Print		
Street _____		
City _____	State _____	Zip _____
Home Phone _____		Work Phone _____
Email Address _____		

EXHIBIT E



SOUTH CAROLINA PUBLIC SERVICE COMMISSION
and
SOUTH CAROLINA OFFICE OF REGULATORY STAFF
GROSS RECEIPTS FOR THE TWELVE (12) MONTHS ENDING JUNE 30, 2012
(Please correct preprinted information as required)



Carolina Water Service, Inc.
Company Name (as shown on Certificate)

FEIN



List d/b/a and/or f/k/a aliases

200 Weathersfield Ave

Altamonte Springs

FL

32714-4027

Address

City

State

Zip Code

Patrick C. Flynn

1-321-972-0359

pcflynn@uiwater.com

Regulatory Contact

Area Code & Phone Number

E-Mail

INTRASTATE GROSS RECEIPTS

Revenues Derived Via South Carolina Operations from:

Water Revenues

\$

Sewer Revenues

Electricity Revenues

Natural Gas Revenues

Railroad Revenues

Telecommunications Revenues:

ILEC (Local Exchange)

CLEC (Competitive Local Exchange)

IXC (Long Distance)

PSP (Payphone Service Provider)

Wireless (Eligible Telecommunications Carrier)

Total Revenues Derived Via South Carolina Operations

\$

Preparer's Signature

Date

Affidavit

State of IL County of COOK

Personally appeared before me CHRIS FERGUSON

who, being duly sworn,

says that he/she is the TAX MANAGER

of CARDINA WATER SERVICE INC. (Company) and

that the foregoing statement, for the twelve (12) months ending June 30, 2012, is correctly taken from the books and records of said Company, and is true to the best of his/her knowledge and belief.

Sworn to and subscribed before me this 1

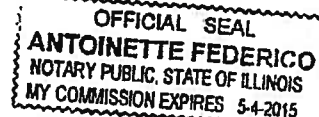
day of August, 2012.

Antoinette Federico
Notary Public

My commission expires 5-4-2015

Return completed form to:

South Carolina Office of Regulatory Staff
Gross Receipts Department
1401 Main Street, Suite 900
Columbia, SC 29201



Place

Seal

Here

Failure to timely complete and submit this form could result in the loss of your license, authority or certificate to operate in South Carolina.

Return Deadline is August 31, 2012